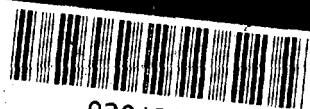


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MISSION

OMB APPROVAL	
OMB Number:	3235-0123
Expires:	September 30, 1998
Estimated average burden	hours per response . . . 12.00

SEC FILE NUMBER
8-38211

**ANNUAL AUDITED REPORT
FORM X-17A-5
PART III**

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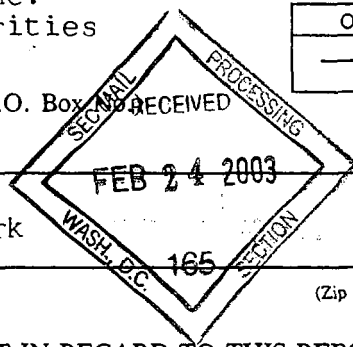
**Information Required of Brokers and Dealers Pursuant to Section 17 of the
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder**

REPORT FOR THE PERIOD BEGINNING 1/1/2002 AND ENDING 12/31/2002
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: RMN Securities, Inc.
D/B/A Senate Securities

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box)
252 Wall Street
Kingston New York 12401
(City) (State) (Zip Code)



OFFICIAL USE ONLY
FIRM ID. NO.

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
Richard M. Netter (845) 339-7310

(Area Code — Telephone No.)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Solomon L. Melamed CPA PC
(Name — if individual, state last, first, middle name)
PO Box 505 Kerhonkson, New York 12446
(Address) (City) (State) (Zip Code)

CHECK ONE:

- ☒ Certified Public Accountant
- ☐ Public Accountant
- ☐ Accountant not resident in United States or any of its possessions.

PROCESSED

MAR 06 2003

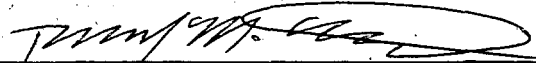
FOR OFFICIAL USE ONLY
THOMSON FINANCIAL

*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See section 240.17a-5(e)(2).

OATH OR AFFIRMATION

I, Richard M. Netter, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of R.M.N. Securities, Inc., as of December 31, 2002, ~~are~~, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

Proprietor has \$5000. in customer account.



Signature

President

Title



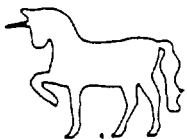
Lewis C. Kersch
Notary Public

My Commission expires on 1-31-2007

This report** contains (check all applicable boxes):

- ☒ (a) Facing page.
- ☒ (b) Statement of Financial Condition.
- ☒ (c) Statement of Income (Loss).
- ☒ (d) Statement of Changes in Financial Condition.
- ☒ (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietor's Capital.
- ☐ (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- ☒ (g) Computation of Net Capital
- ☐ (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- ☐ (i) Information Relating to the Possession or control Requirements Under Rule 15c3-3.
- ☐ (j) A Reconciliation, including appropriate explanation, of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- ☐ (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- ☒ (l) An Oath or Affirmation.
- ☐ (m) A copy of the SIPC Supplemental Report.
- ☒ (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

**For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).



Solomon L. Melamed, P.C.
CERTIFIED PUBLIC ACCOUNTANT

P.O. Box 505 • 5990 Route 209 N • Kerhonkson, NY 12446
Tel: 845-626-4518 • Fax: 845-626-2418

February 8, 2003

R.M.N. Securities, Inc.
D/b/a/ Senate Securities
252 Wall Street
Kingston, New York 12401

Dear Mr. Netter

I have audited the accompanying balance sheet of R.M.N. Securities, Inc. as at December 31, 2002 and the related statements of revenue, expenses, and changes in retained earnings for the year then ended in accordance with the standards established by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of R.M.N. Securities, Inc.

An evaluation of internal control was not made as the sole shareholder performed all facets of the business himself and had no employees.

In my opinion, the accompanying financial statements present fairly the financial position of R.M.N. Securities, Inc. as at December 31, 2002 and the results of operations for the year then ended in conformity with generally accepted accounting principles.

Sincerely,

A handwritten signature in cursive script that reads "Solomon L. Melamed".

Solomon L. Melamed

R.M.N. SECURITIES, INC.
D/B/A SENATE SECURITIES
BALANCE SHEET
AS AT DECEMBER 31, 2002

ASSETS

Current Asset

Cash - Unrestricted	\$ 120,528	
Accounts Receivable	<u>10,785</u>	\$ 131,313

Fixed Assets

Furniture & Equipment	28,651	
Less: Accumulated Depreciation	<u>28,651</u>	

Other Assets

Security Deposit		<u>78,988</u>
Total Assets		<u>\$ 210,301</u>

LIABILITIES & STOCKHOLDERS' EQUITY

Current Liabilities

Accounts Payable	\$ 16,959	
Payroll Taxes Payable	<u>1,150</u>	\$ 18,109

Stockholders' Equity

Common Stock	1,000	
Paid-in-Capital	82,612	
Retained Earnings	<u>108,580</u>	<u>192,192</u>

Total Liabilities & Stockholders' Equity		<u>\$ 210,301</u>
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See Accountant's Report

R.M.N. SECURITIES, INC.
D/B/A/ SENATE SECURITIES
STATEMENT OF INCOME & EXPENSE
FOR THE YEAR ENDED DECEMBER 31, 2002

Commission Income		\$ 196,248
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Cost of Sales:

Commission Expense	\$ 85,108	
Telephone & Data Line	5,071	
License, Fees, Dues & Subscriptions	<u>3,235</u>	<u>93,414</u>

Gross Profit on Sales – 52.4%	102,834
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Interest & Dividend Income	<u>4,476</u>
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Total Income	107,310
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Other Expenses

Salaries	30,000	
Payroll Taxes	2,479	
Insurance & Bonds	10,743	
Professional Fees	900	
Rent	15,059	
Advertising	6,884	
Office Supplies	4,452	
Postage	1,860	
Cleaning & Maintenance	1,840	
Travel & Auto	5,903	
Clearing Expense	20,981	
New York State Franchise Tax	100	
Bank Service Charges	<u>337</u>	<u>101,538</u>

Net Income	<u>\$ 5,772</u>
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See Accountant's Report

R.M.N. SECURITIES, INC.
D/B/A SENATE SECURITIES
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED DECEMBER 31, 2002

Cash Balance 1/1/02	\$ 121,608
Net Profit From Operations	5,772
Add Back:	
Increase in Payable	2,003
Subtract:	
Increase in Accounts Receivable	7,581
Transfer to Deposit Account	1,274
Cash Balance 12/31/02	<u>\$ 120,528</u>

See Accountant's Report

R.M.N. SECURITIES, INC.
D/B/A/ SENATE SECURITIES
STOCKHOLDERS' EQUITY
AS AT DECEMBER 31, 2002

Retained Earnings	1/1/02	\$ 102,808
Income for 2002		5,772
Retained Earnings	12/31/02	108,580
Common Stock		1,000
Paid-in-Capital		82,612
Total Stockholders' Equity	12/31/02	<u>\$ 192,192</u>

See Accountant's Report

R.M.N. SECURITIES, INC.
D/B/A/ SENATE SECURITIES
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Accounting Method

The company reports on the accrual method of accounting.

2. Depreciation

The company depreciates its fixed assets on the Modified Accelerated Cost Recovery System (MACRS).

R.M.N. SECURITIES, INC.
D/B/A/ SENATE SECURITIES
DECEMBER 31, 2002

1. No material differences in the computations of the net capital account.
2. No material differences were found to have existed.

Net Capital Computation
R.M.N. Securities, Inc.
D/B/A Senate Securities
12/31/2002

1) Ownership Equity	<u>\$ 192,192</u>
2) Total From Below	<u>16,959</u>
3) Additional Charges – Excess Clearing Deposit	<u>24,264</u>
4) Haircut	<u>3,368</u>
5) Unseccured Margin Debt	<u>13,870</u>
6) Total Deductions	<u>58,461</u>
7) Tentative Net Capital	<u>\$ 133,731</u>

Payables - \$16,959